



Transaction Privilege Tax Changes and News

This publication is an informational notice included with the August 2005 Transaction Privilege Tax Return.

TOWN OF CAVE CREEK

Effective October 6, 2005: On July 5, 2005 the Mayor and Town Council of the Town of Cave Creek passed ordinance number O2005-04. Ordinance O2005-04 increases the Cave Creek Town Privilege Tax on Construction Contracting Section 415, 416 and 417 from **2.5% to 5%**. The tax on Construction Contracting shall be reported using **CK005**.

The increase imposed by ordinance O2005-04 shall not apply to construction contracts entered into prior to the effective date of the ordinance. Pre-existing construction contracts should be reported using **CK008** at a rate of **2.5%**.

CITY OF ELOY

Effective October 1, 2005: On July 25, 2005 the Mayor and City Council of the City of Eloy passed ordinance number 05-593. Ordinance 05-593 increases the Eloy City Privilege Tax on Construction Contracting Section 415, 416 and 417 from **3% to 4.5%**. The tax on Construction Contracting shall be reported using **EL005**.

The increase imposed by ordinance 05-593 shall not apply to construction contracts entered into prior to the effective date of the ordinance. Pre-existing construction contracts should be reported using **EL008** at a rate of **3%**.

CITY OF COOLIDGE

Effective October 1, 2005: On July 25, 2005 the Mayor and City Council of the City of Coolidge passed ordinance number 05-09. Ordinance 05-09 increases the Coolidge City Privilege Tax on Construction Contracting Section 415, 416 and 417 from **3% to 4%**. The tax on Construction Contracting shall be reported using **CL005**.

The increase imposed by ordinance 05-09 shall not apply to construction contracts entered into prior to the effective date of the ordinance. Pre-existing construction contracts should be reported using **CL008** at a rate of **3%**.

TOWN OF QUEEN CREEK

Effective September 5, 2005: On June 1, 2005 the Mayor and Town Council of the Town of Queen Creek passed ordinance number 316-05. Ordinance 316-05 increases the Queen Creek Town Privilege Tax on Construction Contracting Section 415, 416 and 417 from **2% to 4%**. The tax on Construction Contracting shall be reported using **QC005**.

The increase imposed by ordinance 316-05 shall not apply to construction contracts entered into prior to the effective date of the ordinance. Pre-existing construction contracts should be reported using **QC008** at a rate of **2%**.

TOWN OF ORO VALLEY

Effective February 1, 2006: On June 15, 2005 the Mayor and Town Council of the Town of Oro Valley passed ordinance number 05-18. Ordinance 05-18 increases the **Additional Tax on Transient Lodging from 3% to 6%**. The Additional Tax on Transient Lodging shall be reported using **Code OR003**. The total town rate for transient lodging is **8%, 2%** which is reported using code **OR000** and **6%** which is reported using code **OR003**.